COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. 2013-00080 FILING OF MARTIN GAS, INC.)

<u>ORDER</u>

On September 30, 1991, in Case No. 1990-00402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin").¹ In November 2004, Martin proposed, and the Commission approved, changes to its tariff that included, among other items, changes to its Gas Cost Adjustment ("GCA") clause. Those changes updated the methodology of calculating the components of the GCA.

On March 1, 2013, Martin filed a GCA for rates to be effective April 1, 2013.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.

2. Martin's notice sets out an Expected Gas Cost ("EGC") of \$5.0878 per Mcf, which represents an increase of \$.0047 from its prior EGC of \$5.0831 per Mcf.

3. Martin's notice sets out no Refund Adjustment ("RA") for the current quarter and no total RA, which is no change from the prior total RA.

¹ Case No. 1990-00402, In the Matter of Application of Martin Gas, Inc. for Authority to Adjust Rates and to Extend Current Surcharge (Ky. PSC Sept. 30, 1991).

4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0112) per Mcf. Martin's total AA is (\$.0519) per Mcf, representing a decrease of \$.0120 per Mcf from the previous quarter total AA of (\$.0399) per Mcf.

5. Martin's notice sets out no Balance Adjustment.

6. Martin's GCA is \$5.0359 per Mcf, which is a decrease of \$.0073 per Mcf from its previous rate of \$5.0432 per Mcf. Due to a spread sheet error, Martin proposed a GCA of \$5.0360 per Mcf.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Martin on and after April 1, 2013.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix attached hereto and incorporated herein are approved for billing for service rendered on and after April 1, 2013.

2. Within 20 days of the date of this Order, Martin shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission ENTERED MAR 2 6 2013 KENTUCKY PUBLIC SERVICE COMMISSION

ATT/FS Prector

Case No. 2013-00080

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00080 DATED MAR 2 6 2013

The following rates and charges are prescribed for the customers served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RETAIL RATES:

	Base Rate	Gas Cost Recovery <u>Rate</u>	Total
First Mcf Over 1 Mcf	\$4.3976 \$4.2808	\$5.0359 \$5.0359	\$9.4335 \$9.3167
Minimum Bill	\$9.4336		

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Kevin Jacobs Martin Gas, Inc. P. O. Box 783 Hindman, KY 41822